

**CITY OF PLEASANTON,
KANSAS**

Regulatory Basis Financial Statement
and Independent Auditors' Report with
Regulatory-Required Supplemental Information
For the Year Ended December 31, 2018

CITY OF PLEASANTON, KANSAS

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Diehl Banwart Bolton

Certified Public Accountants PA

INDEPENDENT AUDITORS' REPORT

To the Mayor and the City Council
City of Pleasanton, Kansas

We have audited the accompanying summary statement of receipts, expenditures, and unencumbered cash balance, regulatory basis, of the City of Pleasanton, Kansas as of and for the year ended December 31, 2018 and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Pleasanton, Kansas to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Pleasanton, Kansas as of December 31, 2018 or changes in financial position or cash flows thereof for the year then ended.

Unqualified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance for the City of Pleasanton, Kansas as of December 31, 2018, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Other Matters

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the Summary Statement of Receipts, Expenditures, and Unencumbered Cash Balance, Regulatory Basis (basic financial statement) as a whole. The Summary of Expenditures – Actual and Budget, Regulatory Basis, and the individual fund Schedules of Receipts and Expenditures – Actual and Budget, Regulatory Basis as listed in the table of contents is presented for analysis and is not a required part of the basic financial statement, however is required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide, and for purposes of additional analysis. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Prior Year Comparative Numbers

The 2017 actual column presented in the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances and the individual fund schedules of regulatory basis receipts and expenditures – actual and budget (the financial statement and Schedule 2 as listed in the table of contents), are also presented for comparative analysis and was not a required part of the 2017 financial statement upon which we rendered an unqualified opinion dated June 25, 2018. The 2017 financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. Such 2017 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2017 basic financial statement. The 2017 comparative information was subjected to the auditing procedures applied in the audit of the 2017 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2017 basic financial statement or to the 2017 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion the 2017 comparative information is fairly stated in all material respects in relation to the 2017 basic financial statement as a whole, on the basis of accounting described in Note 1.

DIEHL, BANWART, BOLTON, CPAs PA

April 4, 2019
Fort Scott, Kansas

CITY OF PLEASANTON, KANSAS

Summary Statement of Receipts, Expenditures, and Unencumbered Cash, Regulatory Basis
For the Year Ended December 31, 2018

| CHRISTMAS DECORATIONS FUND | Funds | Beginning Unencumbered Cash Balance | Receipts | Expenditures | Ending Unencumbered Cash Balance | Add | |
|-----------------------------------|-------|---|-----------------|-----------------|--|---|--------------------------------------|
| | | | | | | Encumbrances and Accounts Payable | Cash Balance December 31, 2018 |
| General Fund | | \$ 260,337.59 | \$ 754,632.65 | \$ 736,418.73 | \$ 278,551.51 | \$ - | \$ 278,551.51 |
| Special Purpose Funds: | | | | | | | |
| Consolidated Street | | 31,717.71 | 153,456.91 | 243,082.48 | (57,907.86) | - | (57,907.86) |
| Municipal Equipment | | 76,340.35 | 6,300.00 | 19,801.74 | 62,838.61 | - | 62,838.61 |
| Special Capital Improvement | | (24,100.39) | - | - | (24,100.39) | - | (24,100.39) |
| Special Highway Improvement | | 71,995.10 | 68,596.00 | 128,070.67 | 12,520.43 | - | 12,520.43 |
| Law Enforcement Trust | | 401.55 | - | - | 401.55 | - | 401.55 |
| Christmas Decorations | | - | 2,180.00 | - | 2,180.00 | - | 2,180.00 |
| Angel Tree | | - | 3,170.00 | 2,890.31 | 279.69 | - | 279.69 |
| Capital Project Funds: | | | | | | | |
| CDBG Sidewalk Grant | | - | - | - | - | - | - |
| Capital Projects | | 12,500.00 | - | 12,451.80 | 48.20 | - | 48.20 |
| Bond and Interest Fund: | | | | | | | |
| General Bond and Interest | | 5,772.84 | 286,741.00 | 286,741.00 | 5,772.84 | - | 5,772.84 |
| Business Funds: | | | | | | | |
| Sewage Disposal Utility | | 328,899.68 | 208,660.75 | 257,411.00 | 280,149.43 | - | 280,149.43 |
| Water Utility | | 142,052.87 | 367,038.39 | 373,201.30 | 135,889.96 | 42,428.86 | 178,318.82 |
| Water Capital Improvement Reserve | | 48,131.55 | 22,160.00 | 23,612.50 | 46,679.05 | - | 46,679.05 |
| Total Reporting Entity | | \$ 954,048.85 | \$ 1,872,935.70 | \$ 2,083,681.53 | \$ 743,303.02 | \$ 42,428.86 | \$ 785,731.88 |
| Composition of Cash: | | | | | | | |
| Petty Cash | | | | | | \$ | 400.00 |
| General Checking Account | | | | | | | 588,650.64 |
| Other Checking Accounts | | | | | | | 681.24 |
| Certificates of Deposit | | | | | | | 196,000.00 |
| Total Cash | | | | | | \$ | 785,731.88 |

The notes to the financial statement are an integral part of this statement.

CITY OF PLEASANTON, KANSAS

Notes to the Financial Statement
For the Year Ended December 31, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Pleasanton, Kansas (the City), was incorporated as a City of the third class on October 29, 1869, under the provision of K.S.A. 13-101 et seq. The City operates under a City Council and Mayor form of government and provides the following services as authorized by its Charter: public safety (police and fire), highway and streets, water and sewer, health and social services, culture-recreation, education, public improvements, planning and zoning, and general administrative services.

The financial statement of the City of Pleasanton, Kansas, has been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. The Kansas Municipal Audit and Accounting Guide (KMAAG), as approved by the director of the Kansas Division of Accounts and Reports, establishes the guidelines for the regulatory basis of accounting in the state of Kansas. The more significant of the City's accounting policies follow.

Reporting Entity

The City of Pleasanton, Kansas (the City) is a municipal corporation governed by an elected five member City Council. This financial statement presents the City of Pleasanton, Kansas (the primary government). Related municipal entities may be included in the City's reporting entity because of the significance of their operational or financial relationships with the City.

The following is a brief review of related entities.

Housing Authority

The City of Pleasanton Housing Authority operates the City's housing projects. The housing authority can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City.

The City has elected to exclude the related entity from the basic financial statement. Separate financial statements are not available for the related entity.

Basis of Presentation - Fund Accounting

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restriction, or limitations.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)
Basis of Presentation - Fund Accounting (Continued)

The following types of funds comprise the financial activities of the City of Pleasanton, Kansas:

General Fund – the chief operating fund used to account for all resources except those required to be accounted for in another fund.

Special Purpose Funds – used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Capital Project Funds – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Bond and Interest Fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Business Funds – funds financed in whole or part by fees charged to users of the goods or services (i.e. enterprise and internal service funds, etc.).

Trust Funds - funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Regulatory Basis of Accounting and Departures from Accounting Principles Generally Accepted in the United States of America

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

As discussed previously, related municipal entities are not included in this financial statement.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Budgetary Information

Kansas Statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no budgets amended this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the modified accrual basis of accounting modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds, fiduciary funds, reserve accounts established by bond ordinances, and the following special revenue funds:

- Special Capital Improvement Fund (K.S.A. 12-1, 118)
- Municipal Equipment Fund (K.S.A. 12-1, 117)
- Special Highway Improvement Fund (K.S.A. 68-590)
- Water Capital Improvement Reserve Fund (K.S.A. 12-1, 118)
- Law Enforcement Trust Fund (Trust Fund)
- Christmas Decorations Fund (Trust Fund)
- Angel Tree Fund (Trust Fund)

Spending in funds which are not subject to the legal annual operating budget requirement are controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Cash and Investments

The City pools idle cash from all funds for the purpose of increasing income through investment activities. Cash consists of an interest-bearing checking account and certificates of deposit.

Property Taxes

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10 of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1st of the ensuing year. Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31, such taxes are a lien on the property.

Compensated Absences

Full-time employees are granted paid vacation (annual leave) according the schedule below. No current or accrued paid annual leave may be taken during the first six months of employment. Vacation leave is awarded on January 1 of each year. On the first January 1 of an employee's employment, the employee is awarded 1.5 hours of annual leave for each contiguous week of employment in the immediately preceding year. On each January thereafter, the employee is awarded vacation leave based on the number of full years the employee has been continuously employed by the City, based on the following schedule:

| <u>Years of continuous employment</u> | <u>Other Hours</u> | <u>Police Hours</u> |
|---------------------------------------|------------------------|-------------------------|
| One to five | 80 | 82.50 |
| six to ten | 96 | 99.00 |
| eleven to fifteen | 120 | 132.00 |
| after fifteen | 144 | 156.75 |

Full time employees other than a police officer, with more than ninety days of employment with the City accrue sick leave at a rate of 8 hours per month to a maximum of 400 hours. Full time police officers with more than six months of employment with the City accrue sick leave at a rate of 8.25 hours per month to a maximum of 440 hours. Sick leave is awarded as of the first day of each month of service, beginning with the first month following completion of the employee's first 90 days of employment.

The City accrues a liability for compensated absences which meet the following criteria:

1. The City's obligation relating to employees' rights to receive compensation for future absences is attributable to employees' services already rendered.
2. The obligation relates to rights that vest or accumulate.
3. Payment of the compensation is probable.
4. The amount can be reasonably estimated and is material.

In accordance with the above criteria, the City has not accrued a liability for compensated absences which has been earned but not taken by City employees inasmuch as the amount is not considered to be material.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Termination and Post Employment Benefits

No termination benefits are provided to City employees when employment with the City ends except for the accrued compensated absences as discussed in Note 1.

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the City under this program.

2. **COMPLIANCE, STEWARDSHIP, AND ACCOUNTABILITY**

Compliance With Kansas Statutes

This financial statement and the regulatory-required supplementary information is designed to show compliance with the cash basis and budget laws of Kansas. The City was in apparent compliance with these laws except as follows:

- Expenditures were in excess of available cash in the Consolidated Street and Special Capital Improvement Funds in apparent violation of K.S.A. 10-1113 and 10-1121.

3. **DEPOSITS AND INVESTMENTS**

K.S.A. 9-1401 establishes the depositories which may be used by the City. The Statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices, but has limited the investments to time deposits at the local bank.

Concentration of credit risk. State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the Government's deposits may not be returned to it. State statutes require the Government's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City does not have any "peak periods" designated.

3. **DEPOSITS AND INVESTMENTS** (Continued)

At December 31, 2018 the City's carrying amount of deposits was \$785,331.88 and the bank balance was \$786,417.20. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$446,279.69 was covered by federal depository insurance, and the remaining \$340,137.51 was collateralized with securities totaling \$848,476.35 held by the pledging financial institutions' agents in the City's name.

4. **DEFINED BENEFIT PENSION PLAN**

General Information about the Pension Plan

Plan description. The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publically available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1.00% contribution rate for Death and Disability Program) and the statutory contribution rate was 8.39% for KPERS and 20.09% for KP&F for the fiscal year ended December 31, 2018. Contributions to the pension plan from the City were \$45,016.18 for the year ended December 31, 2018.

Net Pension Liability

At December 31, 2018, the City's proportionate share of the collective net pension liability reported by KPERS was \$216,976. The total net pension liability as of June 30, 2018 was \$8,900,507,111. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2017, which was rolled forward to June 30, 2018. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and nonemployer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

4. **DEFINED BENEFIT PENSION PLAN** (Continued)
Net Pension Liability (Continued)

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

5. **WATER CUSTOMER DEPOSITS**

Water customers are required to make cash deposits to the City when starting new water service. The deposits are refunded to the customers when service is terminated. At December 31, the City has \$42,428.86 of customer deposits, which are included as an encumbrance in the Water Utility Fund in these financial statements.

6. **RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions, injuries to employees; employees health and life; and natural disasters. The City manages these risks of loss through various insurance policies. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

7. **INTERFUND TRANSFERS**

Operating transfers between funds were as follows:

| <u>From Fund</u> | <u>To Fund</u> | <u>KSA Statutory Authority</u> | <u>Amount</u> |
|-----------------------------|-----------------------------------|--------------------------------|---------------|
| General | General Bond and Interest | (1) | \$ 6,909.70 |
| Water Utility | General Bond and Interest | 12-825d | 52,748.40 |
| Water Utility | Municipal Equipment | 12-825d | 100.00 |
| Water Utility | Water Capital Improvement Reserve | 12-825d | 22,160.00 |
| Water Capital Improvement | General Bond and Interest | 12-825d | 23,612.50 |
| Sewer Utility | General Bond and Interest | 12-825d | 167,017.90 |
| Special Highway Improvement | General Bond and Interest | 12-1,118 | 36,452.50 |
| Sewer Utility | Special Highway Improvement | 12-825d | 6,405.00 |
| Sewer Utility | Equipment Reserve | 12-825d | 6,200.00 |

(1) Transfer made to show all debt service in the General Bond and Interest Fund.

8. **CONTINGENCIES**

Grants are subject to additional audits by regulatory agents, the purpose of which is to ensure compliance with the specific conditions of the grants. Any liability for reimbursement which may arise as a result of the audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material and would not be payable by the City.

9. **SUBSEQUENT EVENTS**

Management has evaluated events and transactions occurring subsequent to December 31, 2018 through April 4, 2019 the date the financial statement was available to be issued. During this period, there were no subsequent events requiring recognition in the financial statements or disclosure in the notes to the financial statements.

11. LONG TERM OBLIGATIONS

Details about the City's long-term obligations, changes in long term debt, and current maturities for the next five years and thereafter are recorded as follows:

| Debt | Original Amount | Date Issued | Maturity Date | Interest Rate | Beginning Balances | Increases or New Debt Issued | Decreases or Debt Repaid | Ending Balances | Interest Paid |
|---|-----------------|-------------|---------------|---------------|--------------------|------------------------------|--------------------------|-----------------|---------------|
| <u>General Obligation Bonds</u> | | | | | | | | | |
| Series 2010 | \$ 300,000 | 2/1/2010 | 9/1/2019 | 2.77-4.4% | \$ 70,000.00 | \$ - | \$ 35,000.00 | \$ 35,000.00 | \$ 2,905.00 |
| Series 2011 | 170,000 | 12/15/2011 | 11/1/2021 | 1.2-2.7% | 80,000.00 | - | 20,000.00 | 60,000.00 | 2,160.00 |
| Series 2014 | 890,000 | 12/1/2014 | 9/1/2035 | 3-4.9% | 845,000.00 | - | 35,000.00 | 810,000.00 | 31,357.50 |
| Series 2015 | 3,782,000 | 8/19/2015 | 8/19/2055 | 2.50% | 3,668,376.00 | - | 58,951.00 | 3,609,425.00 | 91,709.40 |
| Series 2016 | 69,000 | 2/26/2016 | 2/26/2056 | 2.50% | 67,976.00 | - | 1,049.00 | 66,927.00 | 1,699.40 |
| Series 2017 | 84,000 | 5/24/2017 | 5/24/2032 | 2.50% | 84,000.00 | - | 4,599.77 | 79,400.23 | 2,310.00 |
| Total General Obligation Bonds | | | | | 4,815,352.00 | - | 154,599.77 | 4,660,752.23 | 132,141.30 |
| <u>Lease Purchase Agreements</u> | | | | | | | | | |
| 2015 Ford Police Interceptor | 25,399 | 5/19/2015 | 5/15/2020 | 3.85% | 15,814.97 | - | 5,070.49 | 10,744.48 | 608.88 |
| 2016 Ford F350 | 31,348 | 6/29/2016 | 5/1/2021 | 3.98% | 25,558.00 | - | 6,020.44 | 19,537.56 | 1,017.21 |
| 2014 Case 580 Backhoe | 56,392 | 8/22/2014 | 8/22/2024 | 4.45% | 41,969.68 | - | 5,241.51 | 36,728.17 | 1,867.65 |
| John Deere Truck loader | 41,500 | 5/23/2017 | 6/23/2023 | 4.50% | 41,500.00 | - | 6,182.62 | 35,317.38 | 1,806.42 |
| 2017 Ford Explorer | 16,976 | 9/20/2017 | 9/18/2021 | 4.25% | 16,976.00 | - | 3,984.93 | 12,991.07 | 718.61 |
| 1701 Laurel St | 200,000 | 1/10/2018 | 1/10/2033 | 3.25% | - | 200,000.00 | 9,631.22 | 190,368.78 | 5,828.62 |
| Total Lease Purchase Agreements | | | | | 141,818.65 | 200,000.00 | 36,131.21 | 305,687.44 | 11,847.39 |
| <u>Water Pollution Control Revolving Loan</u> | | | | | | | | | |
| No. C20 1588-01 | 357,700 | 6/4/2001 | 2/1/2022 | 3.14% | 112,784.12 | - | 19,095.33 | 93,688.79 | 3,392.69 |
| Total Revolving Loans | | | | | 112,784.12 | - | 19,095.33 | 93,688.79 | 3,392.69 |
| Total Long Term Obligations | | | | | \$5,069,954.77 | \$ 200,000.00 | \$ 209,826.31 | \$5,060,128.46 | \$ 147,381.38 |

11. LONG TERM OBLIGATIONS (Continued)

Maturities of Long Term Obligations

| Debt | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2029 | 2034 | 2039 | 2044 | 2049 | 2054 | Totals |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|---------------------|
| PRINCIPAL | | | | | | | | | | | | | |
| General Obligation Bonds | | | | | | | | | | | | | |
| Series 2010 | \$ 35,000 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 35,000 |
| Series 2011 | 20,000 | 20,000 | 20,000 | - | - | - | - | - | - | - | - | - | 60,000 |
| Series 2014 | 35,000 | 35,000 | 40,000 | 40,000 | 40,000 | 225,000 | 270,000 | 125,000 | - | - | - | - | 810,000 |
| Series 2015 | 60,425 | 61,936 | 63,484 | 65,071 | 66,698 | 359,351 | 406,573 | 459,999 | 520,447 | 588,838 | 666,216 | 290,387 | 3,609,425 |
| Series 2016 | 1,076 | 1,102 | 1,130 | 1,158 | 1,187 | 6,396 | 7,238 | 8,189 | 9,263 | 10,481 | 11,857 | 7,850 | 66,927 |
| Series 2017 | 4,726 | 4,856 | 4,990 | 5,127 | 5,268 | 28,594 | 25,839 | - | - | - | - | - | 79,400 |
| Total General Obligation Bonds | 156,227 | 122,894 | 129,604 | 111,356 | 113,153 | 619,341 | 709,650 | 593,188 | 529,710 | 599,319 | 678,073 | 298,237 | 4,660,752 |
| Lease Purchase Agreements | | | | | | | | | | | | | |
| 2015 Ford Police Interceptor | 5,266 | 5,479 | - | - | - | - | - | - | - | - | - | - | 10,744 |
| 2016 Ford F350 | 6,261 | 6,509 | 6,768 | - | - | - | - | - | - | - | - | - | 19,538 |
| 2014 Case 580 Backhoe | 5,475 | 5,718 | 5,973 | 6,239 | 6,516 | 6,807 | - | - | - | - | - | - | 36,728 |
| John Deere Truck loader | 6,488 | 6,764 | 7,051 | 7,351 | 7,663 | - | - | - | - | - | - | - | 35,317 |
| 2017 Ford Explorer | 4,151 | 4,328 | 4,512 | - | - | - | - | - | - | - | - | - | 12,991 |
| 1701 Laurel St | 10,839 | 11,196 | 11,566 | 11,947 | 12,341 | 68,089 | 64,390 | - | - | - | - | - | 190,369 |
| Total Lease Purchase Agreements | 38,479 | 39,994 | 35,870 | 25,537 | 26,521 | 74,896 | 64,390 | - | - | - | - | - | 305,688 |
| Water Pollution Control Revolving Loan | | | | | | | | | | | | | |
| No. C20 1588-01 | 19,700 | 20,323 | 20,966 | 21,630 | 11,070 | - | - | - | - | - | - | - | 93,689 |
| Total Revolving Loans | 19,700 | 20,323 | 20,966 | 21,630 | 11,070 | - | - | - | - | - | - | - | 93,689 |
| TOTAL PRINCIPAL | \$ 214,406 | \$ 183,212 | \$ 186,440 | \$ 158,523 | \$ 150,744 | \$ 694,238 | \$ 774,040 | \$ 593,188 | \$ 529,710 | \$ 599,319 | \$ 678,073 | \$ 298,237 | \$ 5,060,129 |
| INTEREST | | | | | | | | | | | | | |
| General Obligation Bonds | | | | | | | | | | | | | |
| Series 2010 | \$ 1,540 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,540 |
| Series 2011 | 1,620 | 1,080 | 540 | - | - | - | - | - | - | - | - | - | 3,240 |
| Series 2014 | 29,783 | 28,313 | 27,438 | 26,438 | 25,438 | 107,613 | 61,675 | 8,075 | - | - | - | - | 314,770 |
| Series 2015 | 90,236 | 88,725 | 87,177 | 85,590 | 83,963 | 393,952 | 346,731 | 293,304 | 232,856 | 164,465 | 87,087 | 10,934 | 1,965,019 |
| Series 2016 | 1,673 | 1,646 | 1,619 | 1,590 | 1,562 | 7,347 | 6,507 | 5,556 | 4,480 | 3,262 | 1,885 | 396 | 37,523 |
| Series 2017 | 2,184 | 2,059 | 1,920 | 1,783 | 1,642 | 5,961 | 1,801 | - | - | - | - | - | 17,349 |
| Total General Obligation Bonds | 127,035 | 121,823 | 118,693 | 115,400 | 112,604 | 514,873 | 416,714 | 306,934 | 237,336 | 167,727 | 88,972 | 11,330 | 2,339,441 |
| Lease Purchase Agreements | | | | | | | | | | | | | |
| 2015 Ford Police Interceptor | 414 | 211 | - | - | - | - | - | - | - | - | - | - | 625 |
| 2016 Ford F350 | 778 | 528 | 269 | - | - | - | - | - | - | - | - | - | 1,575 |
| 2014 Case 580 Backhoe | 1,634 | 1,391 | 1,136 | 871 | 871 | 896 | - | - | - | - | - | - | 6,798 |
| John Deere Truck loader | 1,501 | 1,225 | 938 | 638 | 638 | 326 | - | - | - | - | - | - | 5,266 |
| 2017 Ford Explorer | 552 | 376 | 192 | - | - | - | - | - | - | - | - | - | 1,120 |
| 1701 Laurel St | 6,026 | 5,669 | 5,300 | 4,918 | 4,918 | 18,412 | 6,798 | 4 | - | - | - | - | 52,045 |
| Total Lease Purchase Agreements | 10,905 | 9,400 | 7,835 | 6,427 | 6,427 | 19,633 | 6,798 | 4 | - | - | - | - | 67,429 |
| Water Pollution Control Revolving Loan | | | | | | | | | | | | | |
| No. C20 1588-01 | 2,788 | 2,165 | 1,522 | 858 | 174 | - | - | - | - | - | - | - | 7,507 |
| Total Revolving Loans | 2,788 | 2,165 | 1,522 | 858 | 174 | - | - | - | - | - | - | - | 7,507 |
| TOTAL INTEREST | \$ 140,728 | \$ 133,388 | \$ 128,049 | \$ 122,685 | \$ 119,204 | \$ 534,507 | \$ 423,512 | \$ 306,938 | \$ 237,336 | \$ 167,727 | \$ 88,972 | \$ 11,330 | \$ 2,414,377 |

CITY OF PLEASANTON, KANSAS
For the Year Ended December 31, 2018

REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION

CITY OF PLEASANTON, KANSAS

Summary of Expenditures - Actual and Budget, Regulatory Basis
For the Year Ended December 31, 2018

| Funds | Certified Budget | Adjustments For Qualifying Budget Credits | Total Budget for Comparison | Expenditures Chargeable to Current Year | Variance - Over (Under) |
|--|--------------------------|---|-----------------------------------|---|-------------------------------|
| General Fund | \$ 738,810.00 | \$ 14,064.76 | \$ 752,874.76 | \$ 736,418.73 | \$ (16,456.03) |
| Special Revenue Funds: | | | | | |
| Consolidated Street Debt Service Fund: | 292,169.00 | - | 292,169.00 | 243,082.48 | (49,086.52) |
| General Bond and Interest Enterprise Funds: | 286,741.00 | - | 286,741.00 | 286,741.00 | - |
| Sewage Disposal Utility Water Utility | 257,411.00 371,908.00 | - 5,308.68 | 257,411.00 377,216.68 | 257,411.00 373,201.30 | - (4,015.38) |
| Total Certified Budget | <u>\$ 1,947,039.00</u> | | | | |

CITY OF PLEASANTON, KANSAS
GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget, Regulatory Basis
For the Year Ended December 31, 2018

With Comparative Actual Amounts for the Year Ended December 31, 2017

| | Prior Year Actual | Current Year | | Variance - Over (Under) |
|---------------------------------------|-------------------------|-------------------|----------------------|-------------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Taxes | | | | |
| Ad valorem property tax | \$ 274,046.58 | \$ 348,851.08 | \$ 362,899.00 | \$ (14,047.92) |
| Delinquent tax | 15,774.99 | 24,622.72 | 16,000.00 | 8,622.72 |
| Motor vehicle tax | 39,748.20 | 38,483.19 | 36,634.00 | 1,849.19 |
| Franchise taxes | 34,748.13 | 25,899.52 | 20,000.00 | 5,899.52 |
| Sales tax | 222,830.63 | 209,971.08 | 205,000.00 | 4,971.08 |
| Intergovernmental | | | | |
| Alcohol tax | - | - | - | - |
| County park appropriation | - | - | 1,200.00 | (1,200.00) |
| KDOT Grant | 4,290.39 | 2,799.63 | 1,500.00 | 1,299.63 |
| Kansas Dept of Wildlife payment | 800.00 | 10,815.00 | - | 10,815.00 |
| Community Fisheries grant | 14,420.00 | 4,405.00 | 14,420.00 | (10,015.00) |
| In lieu of taxes | - | 9,585.14 | 10,000.00 | (414.86) |
| Solid waste | 3,900.00 | 3,900.00 | 3,900.00 | - |
| Other Grants | - | 5,000.00 | - | 5,000.00 |
| Charges for Services | | | | |
| Swimming pool | 11,268.86 | 10,941.56 | 13,000.00 | (2,058.44) |
| Licenses and Permits | | | | |
| Licenses and permits | 1,831.25 | 1,749.00 | 2,000.00 | (251.00) |
| Fines, Forfeitures & Penalties | 33,841.77 | 35,584.25 | 29,000.00 | 6,584.25 |
| Use of Money and Property | | | | |
| Interest income | 1,276.16 | 1,413.19 | 1,300.00 | 113.19 |
| Proceeds from General Obligation Bond | 84,000.00 | - | - | - |
| Sale of land and property | - | - | - | - |
| Rent | 6,550.00 | 1,612.00 | 12.00 | 1,600.00 |
| Other Receipts | | | | |
| Miscellaneous | 3,467.02 | 2,957.25 | 6,000.00 | (3,042.75) |
| Insurance proceeds | 12,080.21 | 13,842.91 | 3,000.00 | 10,842.91 |
| Reimbursed expenses | - | 2,200.13 | 250.00 | 1,950.13 |
| Total Receipts | <u>764,874.19</u> | <u>754,632.65</u> | <u>\$ 726,115.00</u> | <u>\$ 28,517.65</u> |

**CITY OF PLEASANTON, KANSAS
GENERAL FUND**

Schedule of Receipts and Expenditures - Actual and Budget, Regulatory Basis
For the Year Ended December 31, 2018

With Comparative Actual Amounts for the Year Ended December 31, 2017

| | Prior Year Actual | Current Year | | Variance - Over (Under) |
|---|-------------------------|----------------------|----------------------|-------------------------------|
| | | Actual | Budget | |
| Expenditures | | | | |
| General Government | \$ 333,346.07 | \$ 325,502.46 | \$ 334,000.00 | \$ (8,497.54) |
| City Council | 10,238.01 | 16,769.51 | 14,200.00 | 2,569.51 |
| Public Safety | | | | |
| Fire Department | 8,714.56 | 16,363.11 | 19,200.00 | (2,836.89) |
| Law Enforcement | 150,859.50 | 217,396.77 | 175,000.00 | 42,396.77 |
| Municipal Court | 7,441.48 | 7,061.19 | 9,500.00 | (2,438.81) |
| Solid Waste | 21,872.08 | 20,880.62 | 22,000.00 | (1,119.38) |
| Cultural and Recreation | | | | |
| Special Park | 44,543.18 | 51,117.80 | 54,000.00 | (2,882.20) |
| Special Pool | 41,837.62 | 41,253.42 | 44,000.00 | (2,746.58) |
| Community Center | 23,285.18 | 26,079.27 | 5,000.00 | 21,079.27 |
| Debt Service on Capital Lease | 5,679.37 | 7,084.88 | - | 7,084.88 |
| Operating Transfers to Other Funds | | | | |
| Municipal Equipment | 10,000.00 | - | 18,000.00 | (18,000.00) |
| Capital Projects | 12,500.00 | - | 7,000.00 | (7,000.00) |
| Special Highway Improvement | 30,000.00 | - | 30,000.00 | (30,000.00) |
| General Bond and Interest | - | 6,909.70 | 6,910.00 | (0.30) |
| Subtotal | | | 738,810.00 | |
| Adjustments for Qualifying Budget Credits | | | | |
| Grants in excess of budget | - | - | 12,114.63 | (12,114.63) |
| Reimbursements in excess of budget | - | - | 1,950.13 | (1,950.13) |
| Total Expenditures | <u>700,317.05</u> | <u>736,418.73</u> | <u>\$ 752,874.76</u> | <u>\$ (16,456.03)</u> |
| Receipts Over(Under) Expenditures | 64,557.14 | 18,213.92 | | |
| Unencumbered Cash, Beginning | <u>195,780.45</u> | <u>260,337.59</u> | | |
| Unencumbered Cash, Ending | <u>\$ 260,337.59</u> | <u>\$ 278,551.51</u> | | |

**CITY OF PLEASANTON, KANSAS
CONSOLIDATED STREET FUND**

Schedule of Receipts and Expenditures - Actual and Budget, Regulatory Basis
For the Year Ended December 31, 2018

With Comparative Actual Amounts for the Year Ended December 31, 2017

| | | Current Year | | |
|-----------------------------------|-------------------------|----------------|---------------|-------------------------------|
| | Prior Year Actual | Actual | Budget | Variance - Over (Under) |
| Receipts | | | | |
| Taxes | | | | |
| Ad valorem property tax | \$ 116,459.61 | \$ 93,237.41 | \$ 96,919.00 | \$ (3,681.59) |
| Delinquent tax | 7,288.76 | 9,759.66 | 6,000.00 | 3,759.66 |
| Motor vehicle tax | 18,680.21 | 17,192.06 | 15,581.00 | 1,611.06 |
| Intergovernmental | | | | |
| State gasoline tax | 31,341.86 | 32,138.34 | 31,430.00 | 708.34 |
| KDH&E Grant | - | - | - | - |
| Other Receipts | | | | |
| Miscellaneous | 1,641.78 | 1,129.44 | - | 1,129.44 |
| Total Receipts | 175,412.22 | 153,456.91 | \$ 149,930.00 | \$ 3,526.91 |
| Expenditures | | | | |
| Streets and Highways | 214,351.87 | 236,055.28 | \$ 292,169.00 | \$ (56,113.72) |
| Debt Service on Capital Lease | 7,109.16 | 7,027.20 | - | 7,027.20 |
| Operating Transfer to Other Funds | | | | |
| Special Highway Improvement | - | - | - | - |
| Total Expenditures | 221,461.03 | 243,082.48 | \$ 292,169.00 | \$ (49,086.52) |
| Receipts Over(Under) Expenditures | (46,048.81) | (89,625.57) | | |
| Unencumbered Cash, Beginning | 77,766.52 | 31,717.71 | | |
| Unencumbered Cash, Ending | \$ 31,717.71 | \$ (57,907.86) | | |

CITY OF PLEASANTON, KANSAS
MUNICIPAL EQUIPMENT FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2018
With Comparative Actual Amounts for the Year Ended December 31, 2017

| | Prior Year Actual | Current Year Actual |
|-------------------------------------|-------------------------|---------------------------|
| Receipts | | |
| Other Receipts | | |
| Insurance proceeds | \$ - | \$ - |
| Miscellaneous | 12,369.11 | - |
| Operating Transfer from Other Funds | | |
| General Fund | 10,000.00 | - |
| Water Utility | 2,500.00 | 100.00 |
| Sewage Disposal Utility | - | 6,200.00 |
| Total Receipts | 24,869.11 | 6,300.00 |
| Expenditures | | |
| Capital Outlay | 15,311.11 | - |
| Debt Service on Capital Lease | 6,751.48 | 19,801.74 |
| Total Expenditures | 22,062.59 | 19,801.74 |
| Receipts Over(Under) Expenditures | 2,806.52 | (13,501.74) |
| Unencumbered Cash, Beginning | 73,533.83 | 76,340.35 |
| Unencumbered Cash, Ending | \$ 76,340.35 | \$ 62,838.61 |

CITY OF PLEASANTON, KANSAS
SPECIAL CAPITAL IMPROVEMENT FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis

For the Year Ended December 31, 2018

With Comparative Actual Amounts for the Year Ended December 31, 2017

| | Prior Year Actual | Current Year Actual |
|-----------------------------------|-------------------------|---------------------------|
| Receipts | | |
| Other Receipts | | |
| Reimbursed expenses | \$ 35,222.99 | \$ - |
| Total Receipts | 35,222.99 | - |
| Expenditures | | |
| Operating Expenditures | | |
| Capital Outlay | - | - |
| Total Expenditures | - | - |
| Receipts Over(Under) Expenditures | 35,222.99 | - |
| Unencumbered Cash, Beginning | (59,323.38) | (24,100.39) |
| Unencumbered Cash, Ending | <u>\$ (24,100.39)</u> | <u>\$ (24,100.39)</u> |

CITY OF PLEASANTON, KANSAS
SPECIAL HIGHWAY IMPROVEMENT FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2018
With Comparative Actual Amounts for the Year Ended December 31, 2017

| | Prior Year Actual | Current Year Actual |
|--------------------------------------|----------------------------|----------------------------|
| Receipts | | |
| Intergovernmental | | |
| Linn County Infrastructure grant | \$ 65,211.00 | \$ 62,191.00 |
| Operating Transfers from Other Funds | | |
| General | 30,000.00 | - |
| Consolidated Street | - | - |
| Sewer Disposal Utility | - | 6,405.00 |
| Total Receipts | <u>95,211.00</u> | <u>68,596.00</u> |
| Expenditures | | |
| Operating Expenditures | | |
| Capital Outlay | 41,850.00 | 91,618.17 |
| Operating Transfer to Other Funds | | |
| General Bond and Interest Fund | <u>34,000.00</u> | <u>36,452.50</u> |
| Total Expenditures | <u>75,850.00</u> | <u>128,070.67</u> |
| Receipts Over(Under) Expenditures | 19,361.00 | (59,474.67) |
| Unencumbered Cash, Beginning | <u>52,634.10</u> | <u>71,995.10</u> |
| Unencumbered Cash, Ending | <u><u>\$ 71,995.10</u></u> | <u><u>\$ 12,520.43</u></u> |

CITY OF PLEASANTON, KANSAS
LAW ENFORCEMENT TRUST FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2018
With Comparative Actual Amounts for the Year Ended December 31, 2017

| | <u>Prior Year Actual</u> | <u>Current Year Actual</u> |
|-----------------------------------|----------------------------------|------------------------------------|
| Receipts | | |
| Other Receipts | | |
| Sales of seized goods | \$ 3,246.55 | \$ - |
| Total Receipts | <u>3,246.55</u> | <u>-</u> |
| Expenditures | | |
| Public Safety | | |
| Capital Outlays | <u>2,845.00</u> | <u>-</u> |
| Total Expenditures | <u>2,845.00</u> | <u>-</u> |
| Receipts Over(Under) Expenditures | 401.55 | - |
| Unencumbered Cash, Beginning | <u>-</u> | <u>401.55</u> |
| Unencumbered Cash, Ending | <u>\$ 401.55</u> | <u>\$ 401.55</u> |

CITY OF PLEASANTON, KANSAS
CHRISTMAS DECORATIONS FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2018
With Comparative Actual Amounts for the Year Ended December 31, 2017

| | <u>Prior Year Actual</u> | <u>Current Year Actual</u> |
|-----------------------------------|----------------------------------|------------------------------------|
| Receipts | | |
| Other Receipts | | |
| Miscellaneous | \$ - | \$ 2,180.00 |
| Total Receipts | <u>-</u> | <u>2,180.00</u> |
| Expenditures | | |
| General Government | | |
| Capital Outlays | <u>-</u> | <u>-</u> |
| Total Expenditures | <u>-</u> | <u>-</u> |
| Receipts Over(Under) Expenditures | - | 2,180.00 |
| Unencumbered Cash, Beginning | <u>-</u> | <u>-</u> |
| Unencumbered Cash, Ending | <u><u>\$ -</u></u> | <u><u>\$ 2,180.00</u></u> |

CITY OF PLEASANTON, KANSAS
ANGEL TREE FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2018
With Comparative Actual Amounts for the Year Ended December 31, 2017

| | <u>Prior Year Actual</u> | <u>Current Year Actual</u> |
|-----------------------------------|----------------------------------|------------------------------------|
| Receipts | | |
| Other Receipts | | |
| Miscellaneous | \$ - | \$ 3,170.00 |
| Total Receipts | <u>-</u> | <u>3,170.00</u> |
| Expenditures | | |
| General Government | | |
| Commodities | <u>-</u> | <u>2,890.31</u> |
| Total Expenditures | <u>-</u> | <u>2,890.31</u> |
| Receipts Over(Under) Expenditures | - | 279.69 |
| Unencumbered Cash, Beginning | <u>-</u> | <u>-</u> |
| Unencumbered Cash, Ending | <u>\$ -</u> | <u>\$ 279.69</u> |

CITY OF PLEASANTON, KANSAS
CDBG SIDEWALK GRANT FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2018
With Comparative Actual Amounts for the Year Ended December 31, 2017

| | Prior Year Actual | Current Year Actual |
|-----------------------------------|-------------------------|---------------------------|
| Receipts | | |
| Intergovernmental | | |
| CDBG grant | \$ 4,750.00 | \$ - |
| Total Receipts | 4,750.00 | - |
| Expenditures | | |
| Public Safety | | |
| Capital Outlays | 4,750.00 | - |
| Total Expenditures | 4,750.00 | - |
| Receipts Over(Under) Expenditures | - | - |
| Unencumbered Cash, Beginning | - | - |
| Unencumbered Cash, Ending | \$ - | \$ - |

CITY OF PLEASANTON, KANSAS
CAPITAL PROJECTS FUND

Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2018
With Comparative Actual Amounts for the Year Ended December 31, 2017

| | <u>Prior Year Actual</u> | <u>Current Year Actual</u> |
|--|----------------------------------|------------------------------------|
| Receipts | | |
| Other Receipts | | |
| Proceeds from New Debt | \$ - | \$ - |
| Operating Transfers from General Fund | <u>12,500.00</u> | <u>-</u> |
| Total Receipts | <u>12,500.00</u> | <u>-</u> |
| Expenditures | | |
| General Government | | |
| Capital Outlays | - | 12,451.80 |
| Operating Transfers to Other Funds | | |
| General Bond and Interest | <u>3,154.36</u> | <u>-</u> |
| Total Expenditures | <u>3,154.36</u> | <u>12,451.80</u> |
| Receipts Over(Under) Expenditures | 9,345.64 | (12,451.80) |
| Unencumbered Cash, Beginning | <u>3,154.36</u> | <u>12,500.00</u> |
| Unencumbered Cash, Ending | <u>\$ 12,500.00</u> | <u>\$ 48.20</u> |

CITY OF PLEASANTON, KANSAS
GENERAL BOND AND INTEREST FUND

Schedule of Receipts and Expenditures - Actual and Budget, Regulatory Basis
For the Year Ended December 31, 2018
With Comparative Actual Amounts for the Year Ended December 31, 2017

| | Prior Year Actual | Current Year | | Variance - Over (Under) |
|--------------------------------------|-------------------------|--------------------|----------------------|-------------------------------|
| | | Actual | Budget | |
| Receipts | | | | |
| Other Receipts | | | | |
| Miscellaneous | \$ - | \$ - | \$ - | \$ - |
| Operating Transfers from Other Funds | | | | |
| General | - | 6,909.70 | 6,910.00 | (0.30) |
| Special Highway Improvement | 34,000.00 | 36,452.50 | 37,905.00 | (1,452.50) |
| Capital Improvements Project | 3,154.36 | - | - | - |
| Sewer Utility | 98,002.50 | 167,017.90 | 106,358.00 | 60,659.90 |
| Water Utility | 120,663.23 | 52,748.40 | 113,408.00 | (60,659.60) |
| Water Capital Reserve | 17,565.00 | 23,612.50 | 22,160.00 | 1,452.50 |
| Total Receipts | <u>273,385.09</u> | <u>286,741.00</u> | <u>\$ 286,741.00</u> | <u>\$ (0.00)</u> |
| Expenditures | | | | |
| Debt Service | | | | |
| Principal | 138,537.00 | 154,599.70 | \$ 154,600.00 | \$ (0.30) |
| Interest | 134,439.73 | 132,141.30 | 132,141.00 | 0.30 |
| Other | - | - | - | - |
| Total Expenditures | <u>272,976.73</u> | <u>286,741.00</u> | <u>\$ 286,741.00</u> | <u>\$ -</u> |
| Receipts Over(Under) Expenditures | 408.36 | - | | |
| Unencumbered Cash, Beginning | <u>5,364.48</u> | <u>5,772.84</u> | | |
| Unencumbered Cash, Ending | <u>\$ 5,772.84</u> | <u>\$ 5,772.84</u> | | |

CITY OF PLEASANTON, KANSAS
SEWAGE DISPOSAL UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget, Regulatory Basis
For the Year Ended December 31, 2018
With Comparative Actual Amounts for the Year Ended December 31, 2017

| | Prior Year Actual | Current Year | | Variance - Over (Under) |
|-----------------------------------|-------------------------|---------------|---------------|-------------------------------|
| | Actual | Actual | Budget | |
| Receipts | | | | |
| Operating Receipts | | | | |
| Charges for services | \$ 202,826.41 | \$ 208,660.75 | \$ 198,000.00 | \$ 10,660.75 |
| Other Receipts | | | | |
| Miscellaneous | - | - | - | - |
| Total Receipts | 202,826.41 | 208,660.75 | \$ 198,000.00 | \$ 10,660.75 |
| Expenditures | | | | |
| Operating Expenditures | | | | |
| Wastewater Treatment | 31,100.16 | 43,375.93 | \$ 50,000.00 | \$ (6,624.07) |
| Debt Service on WP Revolving Loan | | | | |
| Principal | 18,509.57 | 19,095.33 | 19,095.00 | 0.33 |
| Interest and fees | 3,978.45 | 3,392.69 | 3,393.00 | (0.31) |
| Debt Service on Capital Lease | - | 11,924.15 | - | 11,924.15 |
| Operating Transfer to Other Funds | | | | |
| Municipal Equipment | - | 6,200.00 | 10,000.00 | (3,800.00) |
| Special Highway Improvement | - | 6,405.00 | 7,905.00 | (1,500.00) |
| Water Capital Improvement Reserve | - | - | - | - |
| General Bond and Interest | 98,002.50 | 167,017.90 | 167,018.00 | (0.10) |
| Total Expenditures | 151,590.68 | 257,411.00 | \$ 257,411.00 | \$ 0.00 |
| Receipts Over(Under) Expenditures | 51,235.73 | (48,750.25) | | |
| Unencumbered Cash, Beginning | 277,663.95 | 328,899.68 | | |
| Unencumbered Cash, Ending | \$ 328,899.68 | \$ 280,149.43 | | |

**CITY OF PLEASANTON, KANSAS
WATER UTILITY FUND**

Schedule of Receipts and Expenditures - Actual and Budget, Regulatory Basis
For the Year Ended December 31, 2018

With Comparative Actual Amounts for the Year Ended December 31, 2017

| | | Current Year | | Variance - |
|---|-------------------------|---------------|---------------|-----------------|
| | Prior Year Actual | Actual | Budget | Over (Under) |
| Receipts | | | | |
| Operating Receipts | | | | |
| Charges for services | \$ 305,154.34 | \$ 335,532.40 | \$ 339,000.00 | \$ (3,467.60) |
| Penalties | 14,065.01 | 14,163.91 | 14,000.00 | 163.91 |
| Taxes and fees | 3,821.34 | 4,643.68 | 4,000.00 | 643.68 |
| Nonoperating Receipts | | | | |
| Customer deposits | 5,744.97 | 5,579.90 | 5,000.00 | 579.90 |
| Miscellaneous | 10,205.90 | 1,809.82 | 1,000.00 | 809.82 |
| Reimbursements | - | 5,308.68 | - | 5,308.68 |
| Total Receipts | 338,991.56 | 367,038.39 | \$ 363,000.00 | \$ 4,038.39 |
| Expenditures | | | | |
| Operating Expenditures | | | | |
| Production | 41,113.14 | 46,827.92 | \$72,000.00 | \$ (25,172.08) |
| Salaries and Benefits | 116,532.64 | 142,355.79 | 130,000.00 | 12,355.79 |
| General | | | | |
| Contractual | 51,078.03 | 66,800.03 | 50,000.00 | 16,800.03 |
| Commodities | 21,529.74 | 30,073.62 | 26,000.00 | 4,073.62 |
| Other | - | - | 5,000.00 | (5,000.00) |
| Nonoperating Expenditures | | | | |
| Sales and Production Taxes | 3,509.44 | 4,414.94 | 5,000.00 | (585.06) |
| Capital Improvements | 15,222.97 | - | - | - |
| Customer Deposits | 5,744.97 | 5,579.90 | 4,000.00 | 1,579.90 |
| Debt Service on Capital Lease | 7,037.67 | 2,140.70 | | 2,140.70 |
| Operating Transfers to Other Funds | | | | |
| Municipal Equipment | 2,500.00 | 100.00 | 5,000.00 | (4,900.00) |
| General Bond and Interest | 120,663.23 | 52,748.40 | 52,748.00 | 0.40 |
| Water Capital Improvement Reserve | 18,000.00 | 22,160.00 | 22,160.00 | - |
| Subtotal | - | - | 371,908.00 | |
| Adjustments for Qualifying Budget Credits | | | | |
| Reimbursed expenses | - | - | 5,308.68 | (5,308.68) |
| Total Expenditures | 402,931.83 | 373,201.30 | \$ 377,216.68 | \$ (4,015.38) |
| Receipts Over(Under) Expenditures | (63,940.27) | (6,162.91) | | |
| Unencumbered Cash, Beginning | 205,993.14 | 142,052.87 | | |
| Unencumbered Cash, Ending | \$ 142,052.87 | \$ 135,889.96 | | |

CITY OF PLEASANTON, KANSAS
WATER CAPITAL IMPROVEMENT RESERVE FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2018
With Comparative Actual Amounts for the Year Ended December 31, 2017

| | Prior Year Actual | Current Year Actual |
|--------------------------------------|-------------------------|---------------------------|
| Receipts | | |
| Other Receipts | | |
| Reimbursed expenses | \$ - | \$ - |
| Operating Transfers from Other Funds | | |
| Sewage Disposal Utility | - | - |
| Water Utility | 18,000.00 | 22,160.00 |
| Total Receipts | 18,000.00 | 22,160.00 |
| Expenditures | | |
| Capital Outlay | - | - |
| Operating Transfers to Other Funds | | |
| General Bond and Interest | 17,565.00 | 23,612.50 |
| Total Expenditures | 17,565.00 | 23,612.50 |
| Receipts Over(Under) Expenditures | 435.00 | (1,452.50) |
| Unencumbered Cash, Beginning | 47,696.55 | 48,131.55 |
| Unencumbered Cash, Ending | \$ 48,131.55 | \$ 46,679.05 |